



RICK SNYDER  
GOVERNOR

STATE OF MICHIGAN  
STATE BUDGET OFFICE  
LANSING

JOHN S. ROBERTS  
DIRECTOR

May 28, 2015

The Honorable Dave Hildenbrand, Chair  
Senate Appropriations Committee  
Michigan State Senate  
State Capitol  
Lansing, Michigan 48909

The Honorable Al Pscholka, Chair  
House Appropriations Committee  
Michigan House of Representatives  
State Capitol  
Lansing, Michigan 48909

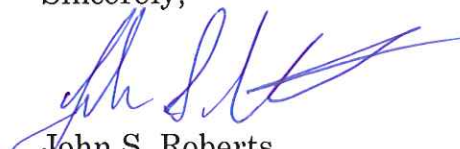
Dear Legislators:

Attached is the monthly financial report for the month ending April 30, 2015. This report is submitted pursuant to MCL 18.1386. This report can also be found on the Internet at the following address:

[www.michigan.gov/budget](http://www.michigan.gov/budget) under "Financial Reports".

If you have questions concerning the information in this report, please contact this office.

Sincerely,



John S. Roberts  
State Budget Director

Attachment

c: Governor Rick Snyder	House Fiscal Agency
Randy Richardville, Sen. Maj. Leader	Jack Brandenburg, Chair, Senate Finance Com.
Gretchen Whitmer, Senate Min. Leader	Jeff Farrington, Chair, House Tax Policy Com.
Jase Bolger, Speaker of the House	Beth Clement, Deputy Chief of Staff
Tim Greimel, House Min. Leader	Dick Posthumus, Executive Office
Senate Appropriations Committee	Mike Moody, Office of Financial Management
House Appropriations Committee	Nancy Duncan, Deputy State Budget Director
Senate Fiscal Agency	Internal State Budget Office Distribution

**GENERAL FUND, GENERAL PURPOSE**  
**Fiscal Year 2015**  
**Projected Revenues and Expenditures**  
**April 30, 2015**  
(\$ in millions)

**FISCAL**  
**2015**

<b>Beginning Balance, October 1, 2014</b>	<b>see one-time revenue</b>
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<b>Current Year GF/GP Revenues, January 2015 Consensus Estimate</b>	<b>\$ 9,501.4</b>
<b>Revenue Adjustments:</b>	
Local Government Program Payments	\$ (459.2)
General Fund share of HMO use tax collections - PA 161 of 2014	\$ 373.7
Venture Michigan Fund tax vouchers	\$ (38.1)
Other revenue adjustments	\$ 3.0
<b>Subtotal Additional Revenue Adjustments</b>	<b>\$ (120.6)</b>
<b>Total FY Resources Available For Expenditure GF/GP - Ongoing</b>	<b>9,380.8</b>

<b>Expenditures, Current Law:</b>	
FY 2015 Enacted with Vetoes	\$ 9,599.3
<b>Total Expenditures Projected - Ongoing</b>	<b>\$ 9,599.3</b>

<b>Current Year Revenues minus Ongoing Costs</b>	<b>\$ (218.5)</b>
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<b>Beginning Balance (One-Time Revenue)</b>	<b>\$ 306.4</b>
Local Government Program Payments	\$ (8.8)
<b>Total FY Resources Available For Expenditure GF/GP - One-Time</b>	<b>\$ 297.6</b>
<b>One-Time Spending Items:</b>	
PA 182, PA 252, PA 281, PA 282, PA 318, PA 356, and PA 414 of 2014; PA 5 and PA 6 of 2015	\$ 192.8
Executive Order 2015-5	\$ (106.4)
Work project lapse directive (letter 2/11/2015)	\$ (6.6)
Anticipated lapses	\$ (3.7)
<b>One-Time Revenue minus One-Time Spending</b>	<b>\$ 221.5</b>

<b>Projected Ending Balance, September 30, 2015</b>	<b>\$ 3.0</b>
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<sup>1</sup> Subsequent to the date of this report, on May 15, 2015, the Consensus Revenue Estimating Conference (CREC) convened and determined general fund revenues to be \$223.5 million above the January 2015 consensus revenue estimate. Additionally, the CREC established forecasts for Medicaid expenditures, human services caseloads and expenditures, and public school pupil counts. Based on the official forecast of revenues and expenditures, the estimated fiscal year end balance is \$219.9 million.

School Aid Fund  
Fiscal Year 2015  
Projected Revenues and Expenditures  
April 30, 2015  
(\$ in millions)

FISCAL  
2015

<b>Beginning Balance , October 1, 2014</b>	see one-time revenue
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<b>Current Year School Aid Fund Revenues, January 2015 Consensus Estimate</b>	<b>\$</b>	<b>11,889.1</b>
<b>Revenue Adjustments:</b>		
Use Tax Revision (PA 161 of 2014)	\$	186.8
Venture Michigan Fund	\$	(11.9)
MPSERS Reserve Fund	\$	18.0
General Fund	\$	114.9
General Fund Supplemental (PA 5 of 2015)	\$	(81.2)
Federal Revenue	\$	1,808.2
<b>Subtotal Additional Revenue Adjustments</b>	<b>\$</b>	<b>2,034.8</b>
<b>Total FY Resources Available for Expenditure School Aid Fund</b>	<b>\$</b>	<b>13,923.9</b>

<b>School Aid Ongoing Costs</b>		
PA 196 of 2014	\$	13,494.1
PA 5 of 2015	\$	(93.8)
<b>Community Colleges Ongoing Costs</b>		
PA 196 of 2014	\$	197.6
<b>Universities Ongoing Costs</b>		
PA 196 of 2014	\$	200.5
PA 5 of 2015	\$	2.0
<b>Total School Aid Fund Ongoing Costs Projected</b>	<b>\$</b>	<b>13,800.4</b>

<b>Current Year Revenues minus Ongoing Costs</b>	<b>\$</b>	<b>123.5</b>
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<b>Beginning Balance (One-Time Revenue)</b>	<b>\$</b>	<b>455.1</b>
<b>One-Time Spending Items</b>		
PA 196 of 2014 School Aid	\$	376.2
PA 5 of 2015 School Aid	\$	(89.6)
PA 5 of 2015 Community Colleges	\$	167.1
PA 196 of 2014 Higher Education	\$	4.0
<b>One-Time Revenue minus One-Time Spending</b>	<b>\$</b>	<b>(2.6)</b>

<b>Projected Ending Balance, September 30, 2015</b>	<b>\$</b>	<b>120.8</b>
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On May 15, the consensus revenue estimating conference estimated \$5.9 million less of FY2015 revenues will be available and increased the estimated impact of the use tax revision contained in PA 161 of 2014 by \$6.3 million. A reduction in costs of \$10.0 million was also estimated. All of these changes result in a revised projected ending balance of \$131.2 million.

# SUMMARY OF EXPENDITURES AND ENCUMBRANCES GENERAL FUND GROSS

April 30, 2015  
(\$ IN MILLIONS)

## FISCAL YEAR 2014

## FISCAL YEAR 2015

Exp & Enc April 2014	Exp & Enc Yr-to-date FY 2014	Fiscal Year End SEP 30, 2014	DEPARTMENT	Initial Approp	Exec. Orders and Supplem. Approp.*	Exp & Enc April 2015	Exp & Enc Yr-to-date FY 2015
5.3	35.7	70.9	Agriculture and Rural Development	84.5	11.0	5.5	37.2
5.8	43.8	81.4	Attorney General	92.6	3.7	6.1	44.4
20.0	159.5	314.6	Capital Outlay**	321.8	(22.1)	20.7	171.1
1.0	7.6	14.1	Civil Rights	16.6	0.0	1.2	7.8
115.0	889.0	1,356.4	Colleges & Universities	1,479.1	(169.1)	133.6	874.4
1,221.8	7,686.0	15,358.8	Community Health	18,147.0	161.3	1,459.0	9,436.0
144.1	1,063.9	1,984.9	Corrections	2,022.2	(17.8)	149.2	1,050.7
18.6	119.4	399.8	Education	287.1	(68.8)	16.5	119.2
11.4	86.2	254.8	Environmental Quality	473.9	52.2	10.8	80.1
0.8	3.5	5.1	Executive Office	5.9	0.0	0.8	3.3
452.8	3,086.4	5,488.4	Human Services	5,966.8	(33.3)	433.6	2,906.9
3.6	24.3	61.9	Insurance and Financial Services	65.2	0.0	3.4	23.9
26.1	116.5	249.7	Judiciary	287.8	0.0	26.9	117.7
0.0	0.0	1.8	Land Bank Fast Track Authority	4.0	0.0	0.0	1.1
1.5	10.7	20.2	Legislative Auditor General	22.2	0.0	1.7	11.0
9.0	65.4	115.0	Legislature	128.9	(0.1)	9.9	71.9
33.6	163.4	252.5	Licensing and Regulatory Affairs	326.4	54.0	45.8	230.0
11.2	68.9	128.3	Military Affairs	140.7	12.2	9.6	68.7
9.1	31.4	72.1	Natural Resources	126.6	16.5	6.5	38.7
0.0	0.0	0.0	School Aid	0.0	0.0	0.0	0.0
16.7	100.7	198.5	State	224.0	10.9	17.4	101.1
42.7	277.4	577.5	State Police	638.8	30.8	42.5	287.2
31.6	181.1	1,013.8	Technology, Management & Budget***	420.1	87.5	36.2	222.6
2.1	102.6	221.6	Transportation	282.6	0.0	23.7	74.2
252.6	1,118.2	2,712.3	Treasury	1,838.9	78.6	272.0	1,222.4
63.1	173.1	221.0	Michigan Strategic Fund	240.7	2.1	20.3	159.5
<b>\$2,499.6</b>	<b>\$15,614.8</b>	<b>\$31,175.3</b>		<b>\$33,644.4</b>	<b>\$209.5</b>	<b>\$2,752.8</b>	<b>\$17,361.3</b>

\*Includes boilerplate appropriations.

\*\*Includes all capital outlay activity regardless of agency

\*\*\*Includes Civil Service Commission

# ESTIMATED BALANCE OF STATE PAYMENTS TO LOCAL UNITS OF GOVERNMENT

Fiscal Year 2015

April, 2015

(\$ IN MILLIONS)

	INITIAL APPROPRIATIONS	EXEC. ORDER and SUPPLEMENTALS	TOTAL APPROPRIATIONS YEAR-TO-DATE
Payments to local units of government	16,560.3	(139.6)	16,420.7
Total state spending from state resources	30,143.5	(297.4)	29,846.1
Percentage of state spending from state resources paid to local units	54.94%		55.02%
Required payments to local units (48.97%)	14,761.3		14,615.6
<b>Surplus/(deficit)</b>	<b>\$1,799.0</b>		<b>\$1,805.1</b>

STATE OF MICHIGAN  
**YEAR-TO-DATE STATEMENT OF REVENUES AND EXPENDITURES**  
**COUNTER - CYCLICAL BUDGET AND ECONOMIC STABILIZATION FUND**  
 October 1, 2014 Through April 30, 2015  
 (in thousands)

**REVENUES**

Miscellaneous	\$ <u>17,769</u>
Total Revenues	<u>17,769</u>

**EXPENDITURES**

Current:	
General government	<u>-</u>
Total Expenditures	<u>113</u>
Excess of Revenues over (under) Expenditures	<u>17,657</u>

**OTHER FINANCING SOURCES (USES)**

Transfers from other funds	54,833
Transfers to other funds	<u>-</u>
Total Other Financing Sources (Uses)	<u>54,833</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	<u>\$ 72,490 <sup>1</sup></u>

<sup>1</sup> Balance does not reflect closing adjustments such as accounts receivable,  
accounts payable, etc.

STATE OF MICHIGAN  
**YEAR-TO-DATE STATEMENT OF REVENUES AND EXPENDITURES**  
**MICHIGAN NATURAL RESOURCES TRUST FUND**  
 October 1, 2014 through April 30, 2015  
 (in thousands)

**REVENUES**

Taxes	\$ -
From federal agencies	-
From licenses and permits	-
Miscellaneous	<u>17,302</u>
Total Revenues	<u>17,302</u>

**EXPENDITURES**

Current:	
General government	1,812
Conservation, environment, recreation, and agriculture	1,173
Capital outlay	<u>6,683</u>
Total Expenditures	<u>9,667</u>
Excess of Revenues over (under) Expenditures	<u>7,634</u>

**OTHER FINANCING SOURCES (USES)**

Proceeds from bond issues	-
Proceeds from sale of capital assets	-
Transfers from other funds	-
Transfers to other funds	<u>(18)</u>
Total Other Financing Sources (Uses)	<u>(18)</u>
Excess of Revenues and Other Sources over (under) Expenditures and Other Uses	<u>\$ 7,616 <sup>1</sup></u>

<sup>1</sup> Balance does not reflect closing adjustments such as accounts receivable,  
 accounts payable

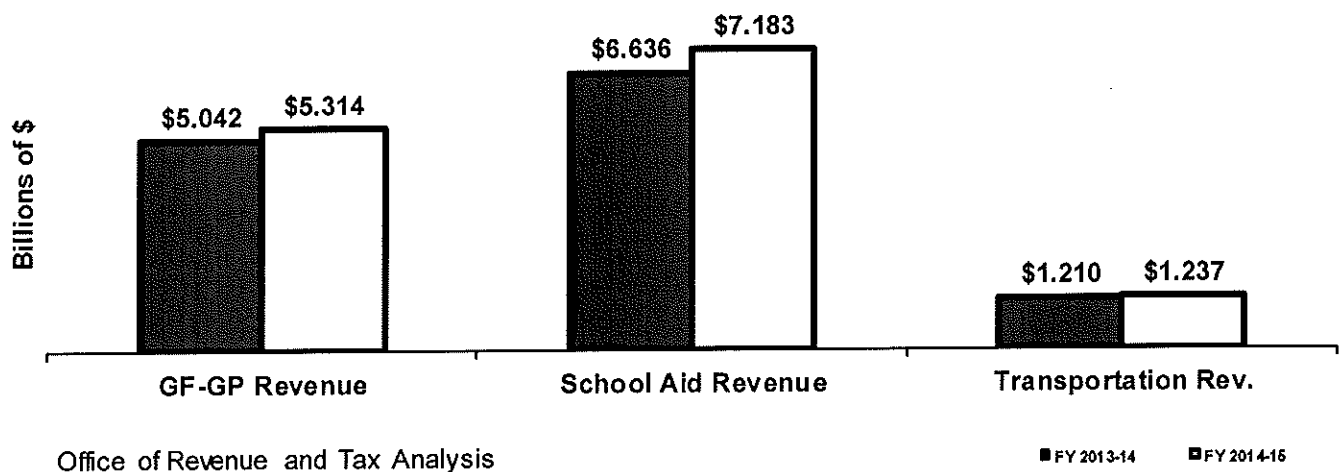
**REVENUE OVERVIEW**  
Office of Revenue and Tax Analysis  
Michigan Department of Treasury

This Monthly Financial Report to the Legislature presents the Michigan State government's economic situation and cash collections for April 2015, representing some March and some April economic activity in Michigan.

Total General Fund - General Purpose cash collections were \$78.3 million (8.6 percent) lower in April 2015 than in April 2014. The April 2015 School Aid Fund cash collections were \$77.2 million (8.5 percent) higher than in April 2014. April 2015 transportation collections were \$0.1 million (0.1 percent) lower than in April 2014 (see revenue table). April is the seventh month of the state's fiscal year (FY). Year-to-date collection totals generally provide a more accurate view of collections, since they are less affected by the timing of payments. Year-to-date General Fund - General Purpose cash collections are up \$272.2 million (5.4 percent) from a year ago. School Aid Fund cash collections are up \$547.2 million (8.2 percent) and transportation collections are up \$26.9 million (2.2 percent).

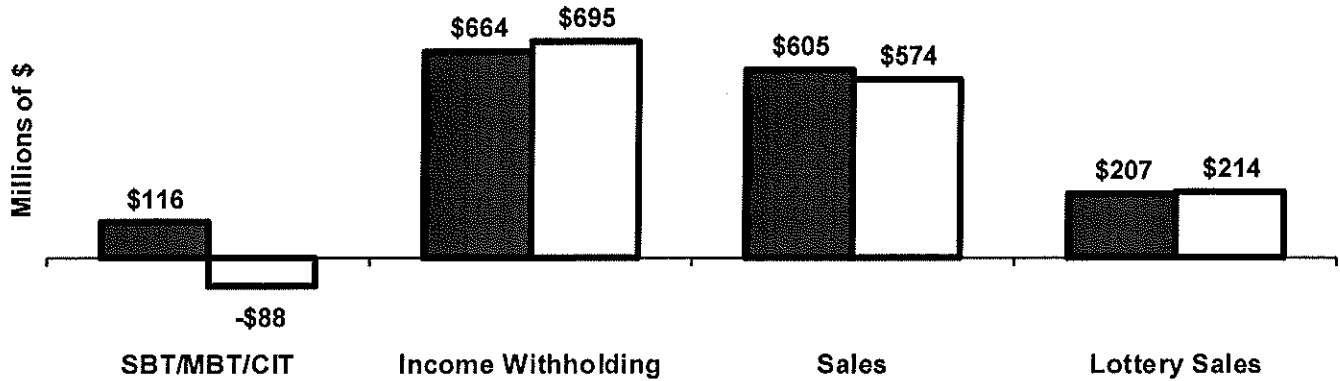
The FY 2014-15 revenue projections presented in the revenue table on page 9 are from the Consensus Revenue Estimating Conference held on January 16, 2015. The revenue estimate for net General Fund – General Purpose revenue for FY 2014-15 is \$9,501.4 million and the net School Aid revenue forecast is \$11,889.1 million. The Transportation Funds revenue forecast is \$2,204.3 million. The next regularly scheduled Consensus Revenue Estimating Conference will be on May 15, 2015.

**October through April Collections  
FY 2013-14 and FY 2014-15**





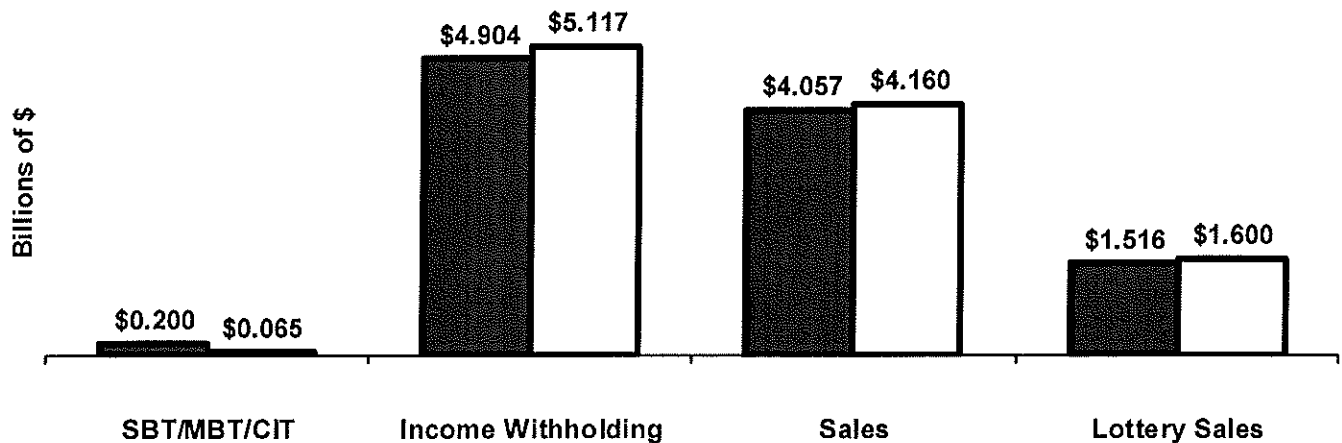
### April Revenue Collections FY 2013-14 and FY 2014-15



Office of Revenue and Tax Analysis

■ FY 2013-14    □ FY 2014-15

### October through April Collections FY 2013-14 and FY 2014-15



Office of Revenue and Tax Analysis

■ FY 2013-14    □ FY 2014-15

**Revenue Summary FY 2014-15**  
**General Fund-General Purpose, School Aid, and Transportation Funds**  
(in thousands)

**For The Month Ended: April 30, 2015**

MONTH-END CASH COLLECTIONS DATA				OCTOBER THROUGH APRIL CASH COLLECTIONS DATA				REVENUE PROJECTIONS				
April		Difference		Year-to-Date				Difference		FY 2013-14	FY 2014-15	FY 2014-15
2014	2015	Amount	Percent	SOURCE OF REVENUE	FY 2013-14	FY 2014-15	Amount	Percent	CAFR Totals (h)	Statutory Estimate	Consensus	
Income Taxes												
\$663,527	\$694,851	\$31,323	4.7%	Withholding	\$4,904,323	\$5,116,792	\$212,469	4.3%	\$8,226,800	\$8,568,600	\$8,535,000	
109,070	134,935	25,864	23.7%	Quarterlies	445,168	519,456	74,288	16.7%	878,000	908,500	907,400	
492,195	586,585	94,389	19.2%	Annals	663,543	769,798	106,254	16.0%	804,700	825,700	833,200	
1,264,793	1,416,370	151,577	12.0%	Gross Collections	6,013,035	6,406,046	393,011	6.5%	\$9,909,500	\$10,302,800	\$10,275,600	
465,997	453,589	(12,408)	-2.7%	Less: Refunds	1,511,551	1,515,912	4,362	0.3%	1,895,600	1,797,000	1,880,100	
0	0	0	na	State Campaign Fund	0	0	0	na	800	1,000	800	
798,797	962,781	163,985	20.5%	Net Personal Income	4,501,484	4,890,134	388,650	8.6%	\$8,013,100	\$8,504,800	\$8,394,700	
289,871	325,027	35,156	12.1%	Less: Disbursements to SAF	1,380,721	1,472,568	91,847	6.7%	\$2,357,600	\$2,453,100	\$2,446,600	
\$508,925	\$637,754	\$128,829	25.3%	NET PERSONAL INCOME TO GF-GP	\$3,120,763	\$3,417,566	\$296,803	9.5%	\$5,655,500	\$6,051,700	\$5,948,100	
Consumption Taxes												
\$84,567	\$89,365	\$4,818	5.7%	Sales (a)	\$562,945	\$648,281	\$85,336	15.2%	\$1,170,000	\$1,187,000	\$1,202,800	
77,571	69,002	(8,569)	-11.0%	Use (f)	512,132	514,480	2,348	0.5%	926,600	952,400	965,500	
14,057	15,206	1,149	8.2%	Tobacco	104,748	105,068	320	0.3%	192,900	182,900	180,100	
4,229	2,645	(1,584)	-37.5%	Beer, Wine & Mixed Spirits	28,246	21,580	(6,666)	-23.6%	51,200	52,000	52,000	
3,262	3,511	249	7.6%	Liquor Specific	22,348	23,870	1,522	6.8%	46,400	46,000	47,500	
\$183,685	\$179,748	(\$3,937)	-2.1%	TOTAL CONSUMPTION TAXES	\$1,230,418	\$1,313,278	\$82,860	6.7%	\$2,387,100	\$2,420,300	\$2,447,900	
Other Taxes												
\$2,412	\$10,775	\$8,364	na	Single Business	(\$28,152)	\$7,179	\$35,331	na	(\$45,500)	(\$10,000)	(\$20,000)	
64,580	61,617	(2,963)	-4.6%	Insurance Premiums Taxes	223,181	254,441	31,260	14.0%	362,200	396,000	412,000	
66,992	72,392	5,401	8.1%	Sub-total SBT & Insurance	195,029	261,620	66,590	34.1%	316,700	386,000	392,000	
(26,539)	(213,568)	(187,030)	na	Michigan Business Tax	(351,358)	(598,783)	(247,425)	-70.4%	(723,300)	(429,000)	(680,800)	
139,659	115,142	(24,517)	-17.6%	Corporate Income Tax	579,759	656,269	76,510	13.2%	906,400	907,000	944,700	
24	0	(24)	-100.0%	Inheritance / Estate	68	(148)	(216)	na	0	0	0	
0	31	31	na	Telephone & Telegraph	19,488	18,956	(532)	-2.7%	48,000	45,000	47,000	
8,858	2,023	(6,835)	-77.2%	Oil & Gas Severance	40,726	21,093	(19,633)	-48.2%	61,000	68,500	58,000	
9,690	20,915	11,225	116.0%	Penalties & Interest	63,206	90,489	27,283	43.2%	110,500	152,000	118,000	
0	0	0	na	Miscellaneous Other/Railroad	14	(353)	(366)	na	1,800	1,000	1,500	
(11,083)	(11,583)	(500)	-4.5%	Treasury Enforcement Programs (e)	(77,583)	(79,833)	(2,250)	-2.9%	(138,700)	(134,000)	(139,000)	
\$187,601	(\$14,649)	(\$202,249)	na	TOTAL OTHER TAXES	\$469,348	\$369,309	(\$100,039)	-21.3%	\$582,400	\$996,500	\$741,400	
\$880,211	\$802,853	(\$77,358)	-8.8%	SUBTOTAL GF-GP TAXES	\$4,820,529	\$5,100,153	\$279,624	5.8%	\$8,625,200	\$9,488,500	\$9,137,400	

continued

**Revenue Summary FY 2014-15**  
**General Fund-General Purpose, School Aid, and Transportation Funds**  
(in thousands)

**For The Month Ended: April 30, 2015**

MONTH-END CASH COLLECTIONS DATA					OCTOBER THROUGH APRIL CASH COLLECTIONS DATA					REVENUE PROJECTIONS				
April	Difference		Year-to-Date		Difference		Year-to-Date		Difference		Year-to-Date		Difference	
2014	2015	Amount	Percent	Source of Revenue	FY 2013-14	FY 2014-15	Amount	Percent	FY 2013-14	FY 2014-15	Amount	Percent	FY 2013-14	FY 2014-15
				Non-Tax Revenue (e)										
\$1,667	\$2,500	\$833	50.0%	Federal Aid	\$11,667	\$15,000	\$3,333	28.6%	\$30,900	\$20,000	\$30,000			
83	83	0	0.0%	Local Agencies	583	583	0	0.0%	100	1,000	100			
833	667	(167)	-20.0%	Services	5,833	5,167	(667)	-11.4%	7,200	10,000	8,000			
833	1,083	250	30.0%	Licenses & Permits	5,833	6,833	1,000	17.1%	14,400	10,000	13,000			
27	(57)	(84)	na	Investments/Interest Costs	139	127	(12)	-8.7%	300	(4,000)	(3,000)			
10,250	6,783	(3,467)	-33.8%	Misc. Non-tax Revenue	71,250	52,383	(18,867)	-26.5%	85,000	101,000	81,400			
13,600	14,875	1,275	9.4%	Liquor Purchase Revolving Fund	96,400	102,500	6,100	6.3%	178,800	173,500	178,500			
4,250	4,667	417	9.8%	From Other Funds-Lottery & Escheats	29,750	31,417	1,667	5.6%	78,600	46,000	56,000			
\$31,544	\$30,801	(\$743)	-3.0%	TOTAL NON-TAX REVENUE	\$221,456	\$214,010	(\$7,445)	-3.4%	\$393,300	\$357,500	\$364,000			
\$911,755	\$833,454	(\$78,300)	-8.6%	TOTAL GF-GP REVENUE	\$5,041,984	\$5,314,163	\$272,179	5.4%	\$9,018,500	\$9,826,000	\$9,501,400			
<b>School Aid Fund</b>														
\$246,960	\$235,624	(\$11,336)	-4.6%	Sales Tax 4%	\$1,659,068	\$1,706,574	\$47,507	2.9%	3,002,700	3,083,600	3,109,500			
193,419	180,920	(12,499)	-6.5%	Sales Tax 2%	1,291,646	1,315,494	23,848	1.8%	2,347,200	2,409,700	2,426,300			
38,785	89,689	50,903	131.0%	Use Tax 2% (f)	256,066	579,801	323,735	126.0%	463,800	476,200	482,700			
21,396	22,380	984	4.6%	State Education Property Tax	1,215,192	1,231,036	15,844	1.3%	1,804,200	1,841,300	1,845,300			
12,121	14,985	2,864	23.6%	Real Estate Transfer Tax	122,207	143,594	21,387	17.5%	233,400	245,300	247,800			
65,000	70,000	5,000	7.7%	Lottery Transfer (b)	385,000	403,759	18,759	4.9%	734,100	776,000	760,000			
9,094	9,764	670	7.4%	Casino Wagering Tax	62,784	65,867	3,083	4.9%	106,900	112,000	111,000			
3,250	3,493	243	7.5%	Liquor Excise Tax	22,195	23,730	1,535	6.9%	46,000	45,500	47,100			
28,537	30,870	2,333	8.2%	Cigarette/Tobacco Tax	212,653	213,303	650	0.3%	359,400	350,400	345,900			
1,713	4,483	2,769	162.0%	Indus. & Comm. Facilities Taxes	19,041	23,128	4,086	21.5%	33,500	36,100	35,000			
798	920	122	15.2%	Specific Other	9,692	4,640	(5,052)	-52.1%	31,700	24,100	31,900			
289,871	325,027	35,156	12.1%	Income Tax Earmarking	1,380,721	1,472,568	91,847	6.7%	\$2,357,600	\$2,453,100	\$2,446,600			
\$910,947	\$988,156	\$77,209	8.5%	TOTAL SCHOOL AID FUND	\$6,636,265	\$7,183,494	\$547,230	8.2%	\$11,520,500	\$11,853,300	\$11,889,100			
\$605,020	\$573,627	(\$31,393)	-5.2%	SALES TAX 6%	\$4,056,758	\$4,159,784	\$103,026	2.5%	\$7,354,900	\$7,549,100	\$7,608,800			
411,601	392,707	(18,894)	-4.6%	SALES TAX 4% (d)	2,765,113	2,844,290	79,178	2.9%	5,007,700	5,139,400	5,182,500			
193,419	180,920	(12,499)	-6.5%	SALES TAX 2%	1,291,646	1,315,494	23,848	1.8%	2,347,200	2,409,700	2,426,300			
116,356	158,691	42,334	36.4%	USE TAX 6% (f)	768,198	1,094,281	326,083	42.4%	1,390,700	1,428,600	1,448,200			
70,636	76,412	5,776	8.2%	TOBACCO TAXES	526,370	527,978	1,608	0.3%	940,500	917,900	914,400			
192,165	190,989	(1,177)	-0.6%	TOBACCO SETTLEMENT	192,774	190,989	(1,785)	-0.9%	na	na	na			

continued

Revenue Summary FY 2014-15  
General Fund-General Purpose, School Aid, and Transportation Funds  
(in thousands)

For The Month Ended: April 30, 2015

MONTH-END CASH COLLECTIONS DATA					OCTOBER THROUGH APRIL CASH COLLECTIONS DATA					REVENUE PROJECTIONS						
April		Difference			Year-to-Date			Percent	Difference	Amount	Percent	FY 2013-14		FY 2014-15		FY 2014-15
2014	2015	Amount	Percent		FY 2013-14	FY 2014-15						CAFR Totals (h)	Statutory Estimate	January 2015 Consensus		
Major Transportation Revenues																
\$9,886	\$12,251	\$2,366	23.9%		\$80,681	\$80,156		-0.7%	(\$525)			\$137,816	\$131,500	\$135,500		
66,523	72,293	5,770	8.7%		479,343	491,058		2.4%	11,714			820,626	815,000	820,000		
87,494	80,010	(7,484)	-8.6%		560,326	576,503		2.9%	16,177			940,556	946,500	965,000		
4,824	4,408	(416)	-8.6%		25,770	26,664		3.5%	894			119,953	175,628	178,816		
9,117	8,746	(371)	-4.1%		63,819	62,467		-2.1%	(1,353)			102,721	109,926	104,955		
\$177,844	\$177,708	(\$136)	-0.1%		\$1,209,939	\$1,236,847		2.2%	\$26,908			\$2,121,673	\$2,178,554	\$2,204,271		
Lottery Sales By Games																
78,261	81,089	2,828	3.6%		525,093	584,663		11.3%	59,570			na	na	na		
54,609	57,683	3,073	5.6%		392,654	429,644		9.4%	36,990			na	na	na		
21,923	20,264	(1,659)	-7.6%		216,916	205,240		-5.4%	(11,677)			na	na	na		
806	761	(45)	-5.6%		6,042	5,725		-5.2%	(317)			na	na	na		
4,338	1,267	(3,071)	-70.8%		34,830	9,876		-71.6%	(24,954)			na	na	na		
46,974	50,662	3,688	7.9%		339,970	357,805		5.2%	17,835			na	na	na		
\$206,912	\$213,578	\$6,665	3.2%		\$1,515,506	\$1,599,638		5.6%	\$84,132			na	na	na		
TOTAL LOTTERY SALES																

a GF-GP Sales has been adjusted based on Comprehensive Transportation Fund, Health Initiative, and Constitutional Revenue shares.

b The statutory estimate does not include an estimate of lottery sales. It only includes an estimate of the School Aid Fund transfer. The transfers shown are actual transfers from Lottery to School Aid Fund.

c The Comprehensive Transportation Fund distributions have been estimated (includes sales tax transfer and other miscellaneous revenues dedicated to the Comprehensive Transportation Fund).

d 2% collections adjusted to reflect exemption on residential utilities.

e Non-tax revenue items other than interest are estimates.

f In June, 2014 Public Act 161 retroactively (back to April 2014) expanded the use tax to include Health Maintenance Organizations. The May 2014 Consensus projections do not include this legislative change.

g Beginning in October 2014, Instant Games includes iLottery net win amounts.

h Official CAFR figures are adjusted to put them on a comparable basis with Consensus Estimates.

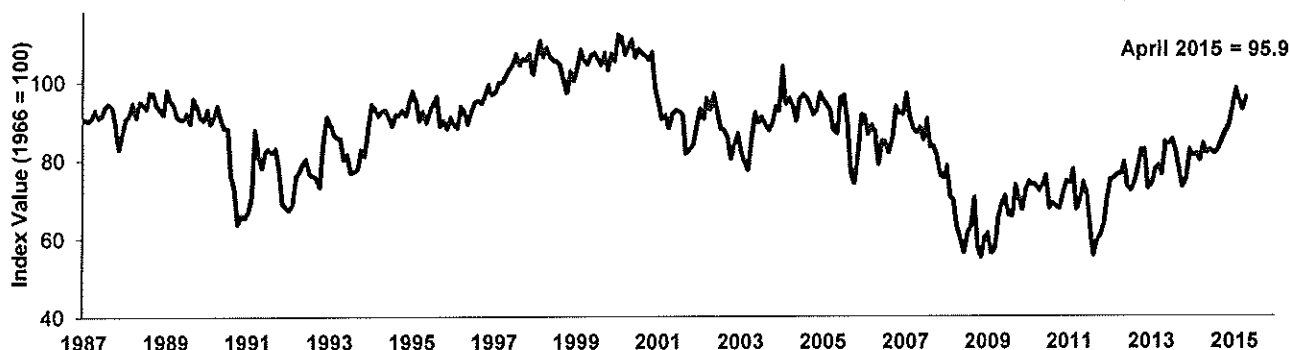
Source: Michigan Department of Treasury, Office of Revenue & Tax Analysis, based on reports from the Office of Financial Management, Michigan Department of Technology, Management and Budget, and other reports from the Michigan Department of Treasury.

## Economic Highlights

(All data seasonally adjusted unless otherwise noted.)

### U. S. Economy

#### Index of Consumer Sentiment



Source: University of Michigan, Survey Research Center

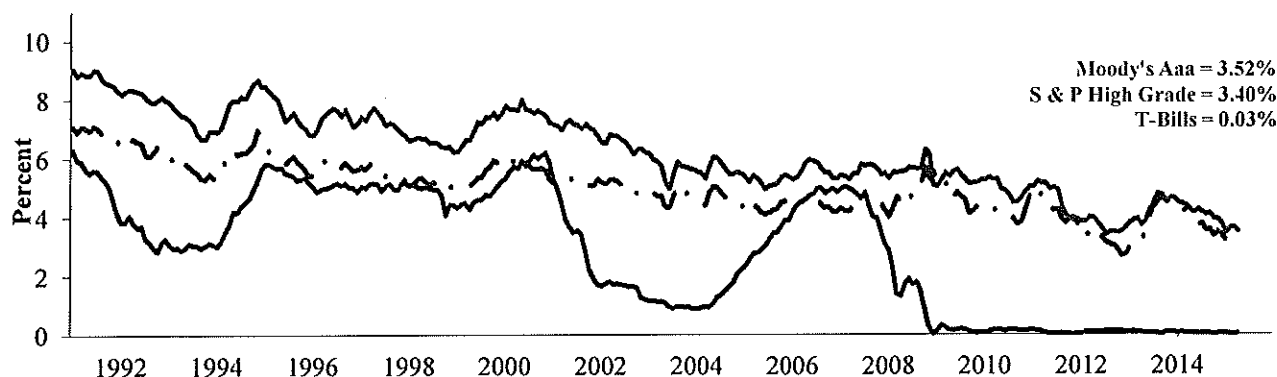
The **Index of Consumer Sentiment** increased in April to 95.9 index-points, 2.9 index-points above the March value and 11.8 index-points above April 2014. On the increase in confidence, Survey Director Richard Curtin noted, "Consumer confidence remained unchanged in late April at its second highest level since 2007. The data provide no indication of falling confidence; indeed, the Sentiment Index has recorded a higher average level during the last five months than anytime since May 2004. The very small changes recorded in late April involved slightly less favorable assessments of current economic conditions and slightly more favorable expectations for future economic conditions. Overall, however unwillingly, consumers have adjusted to a new era of slow economic growth accompanied by low inflation and low interest rates." Curtin observed, "Although recent gains in jobs and incomes have prompted the most favorable personal financial expectations in eight years, consumers' assessments of their financial situation are still far below the peaks recorded in earlier decades. Consumer optimism has become increasingly dependent on the persistence of low inflation and low interest rates as well as slowly improving prospects for jobs and incomes." On buying attitudes, Curtin reported, "Vehicle buying conditions remained quite positive largely due to favorable references to interest rates as well as low gas prices (which will tilt sales more toward larger, less fuel efficient vehicles)." In April, consumers in all four regions reported an increase in confidence. Midwestern consumers reported an increase of 6.1 index-points followed by Southern consumers with an increase in confidence at 3.2 index-points. The gap across regions decreased from last month to 9.0 index-points, with Northeastern consumers on top and Western consumers on the bottom.

The advance estimate of real **Gross Domestic Product** for the first quarter of 2015 is \$16,304.8 billion (chained 2005 dollars), an increase of 0.2 percent at an annual rate. In the fourth quarter of 2014, real gross domestic product increased 2.2 percent. The slight increase in first quarter real GDP was mainly due to personal consumption expenditures and private inventory investment. Imports, which are a subtraction in calculating GDP, increased. Real personal consumption expenditures increased 1.9 percent in the first quarter, compared to a 4.4 percent increase in the fourth quarter. Real residential fixed investment increased 1.3 percent in the first quarter compared to an increase of 3.8 percent in the fourth quarter. Real nonresidential fixed investment decreased 3.4 percent in the first quarter while real equipment expenditures increased 0.1 percent. Real federal government expenditures increased 0.3

percent in the first quarter, compared to a 7.3 percent decrease in the fourth quarter. Real state and local government spending decreased 1.5 percent in the first quarter, compared to a 1.6 percent increase in the fourth quarter. Exports of goods and services decreased 7.2 percent in the first quarter, compared to a 4.5 percent increase in the fourth quarter. Imports increased 1.8 percent in the first quarter compared to an increase of 10.4 percent in the fourth quarter. Private inventory investment increased \$110.3 billion in the first quarter, following an \$80.0 billion increase in the fourth quarter. Real final sales decreased 0.5 percent in the first quarter compared to an increase of 2.3 percent in the fourth quarter. On the inflation front, the **implicit price deflator** decreased 0.1 percent in the first quarter compared to a 0.2 percent increase observed in the fourth quarter.

**U. S. retail prices**, as measured by the Consumer Price Index (CPI-U), increased 0.2 percent in March, the same as February. Energy prices increased 1.1 percent in March, up from a 1.0 percent increase in February, while the all-items less food and energy component increased 0.2 percent in March. Compared to March 2014, the all-items index decreased 0.1 percent. For major component groups, the unadjusted changes from one year ago were: food and beverages, 2.3 percent; medical care, 2.5 percent; apparel, -0.5 percent; education and communication, 0.3 percent; other goods and services, 1.4 percent; recreation, 0.1 percent; housing, 1.9 percent; and transportation, -8.5 percent, with gasoline prices down -29.2 percent.

### Selected Key Interest Rates

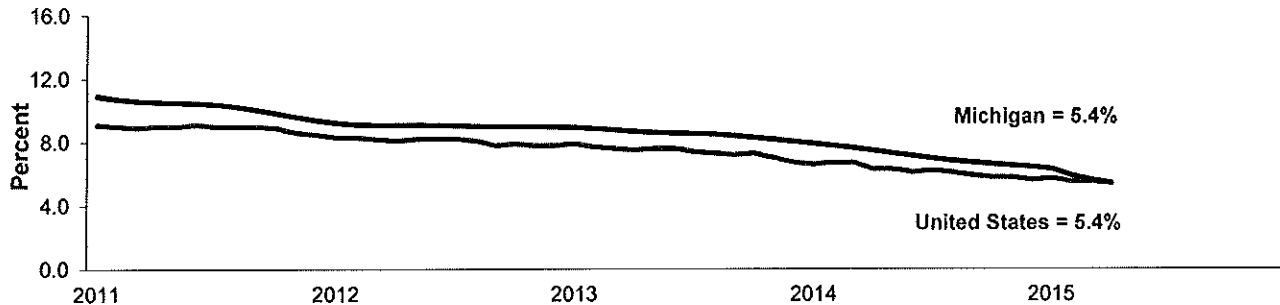


Source: Economic Indicators

Short-term **interest rates** increased 0.01 percentage point in April as the 3-month Treasury bill (T-bill) rate was 0.03 percent. Compared to one year ago, the T-bill rate was down 0.01 percentage point. The Aaa corporate bond rate, a long-term interest rate, decreased 0.12 percentage point to an interest yield of 3.52 percent in April. The Aaa bond yield was down 0.72 percentage point from its year-ago level. The interest rate on High-grade municipal bonds increased 0.11 percentage point from the March level to 3.40 percent in April and was down 0.62 percentage point from its year-ago level. The Federal Open Market Committee kept the target range for the federal funds rate between 0 and 0.25 percent at the April 29th meeting. The FOMC stated "the Committee today reaffirmed its view that the current 0 to ¼ percent target range for the federal funds rate remains appropriate. In determining how long to maintain the current 0 to ¼ percent target range for the federal funds rate, the Committee will assess progress – both realized and expected – toward its objectives of maximum employment and 2 percent inflation." The Committee "seeks to foster maximum employment and price stability."

In April, the **U. S. unemployment rate** decreased 0.1 percentage point from a month ago to 5.4 percent and was 0.8 percentage points lower than a year ago. Civilian employment totaled 148.5 million persons in April. The number unemployed was 8.5 million nationwide.

## Unemployment Rates 2011 - 2015



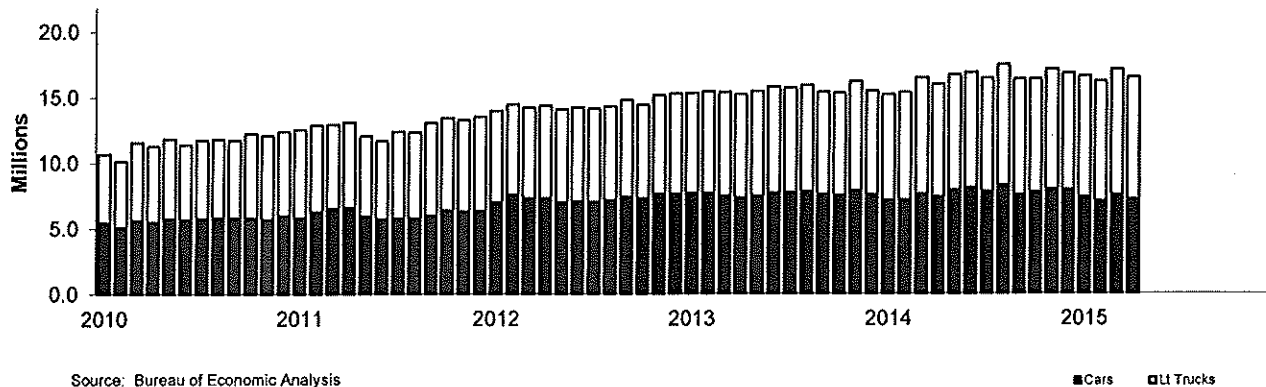
Source: Bureau of Labor Statistics and Michigan Department of Technology, Management & Budget

In April, the **Michigan jobless rate** decreased 0.2 percentage point to 5.4 percent from February. The April unemployment rate is 2.1 percentage points below the year ago level. Michigan's jobless rate matched the U.S. for the first time since September 2000. In April, the labor force fell 6,000 to 4,741,000, while the number of people employed increased by 3,000 to 4,483,000. In April, there were 257,000 unemployed people. Monthly unemployment rates fluctuate in part due to statistical sampling errors.

**Detroit retail prices**, as measured by the Detroit Consumer Price Index (CPI-U), decreased 0.7 percent from December to February compared to a 1.8 percent decrease from October to December. The all-items less food and energy index increased 0.2 percent from December to February. The food index decreased 0.2 percent from December to February while the energy index decreased 9.1 percent. Compared to February 2014, the all-items index decreased 1.8 percent. For individual component items, the changes from one year ago were: food and beverages, 2.7 percent; apparel, -8.4 percent; education and communication, 1.4 percent; transportation, -9.6 percent; recreation, -0.2 percent; medical care, -5.4 percent; housing, 0.5 percent; and other goods and services, -2.7 percent.

## Motor Vehicle Sector

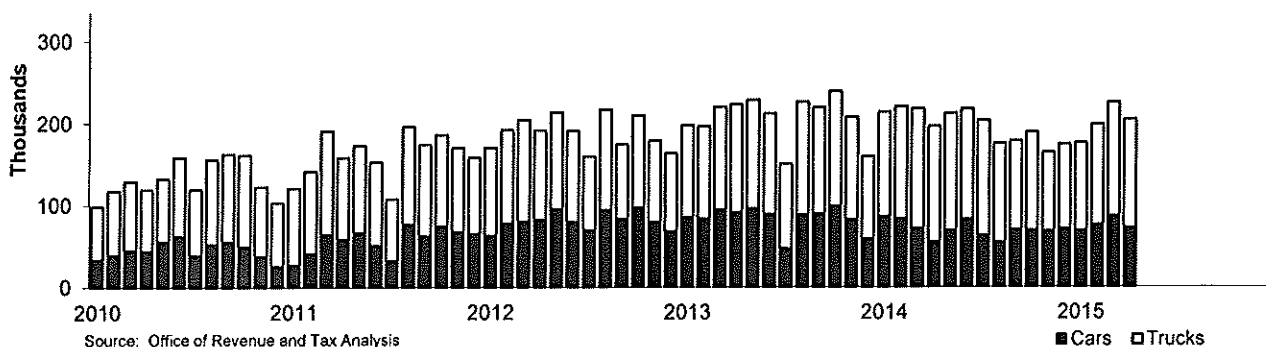
### U. S. Light Vehicle Sales



**U.S. light vehicle sales** (cars + light trucks) decreased 3.5 percent in April compared to March, selling at a 16.5 million unit seasonally adjusted annual rate. Domestic car sales decreased 2.9 percent from March while domestic light truck sales decreased 3.7 percent. Import car sales decreased 8.4 percent while import light truck sales increased 2.4 percent. Compared to last year, light vehicle sales increased 3.1 percent. Domestic car sales increased 0.5 from the year ago level while domestic light truck sales increased 5.1 percent. Import car sales were down 10.0 percent from last year while import truck sales increased 23.4 percent. As a result, the domestic share of U.S. light vehicle sales increased 0.1 percentage point from a year ago. For fiscal year 2015 year-to-date, domestic light vehicles recorded a 79.6 percent share of a 16.6 million-unit market.

**Michigan motor vehicle production** decreased to 204,040 units in April from 224,937 units in March. From a year ago, motor vehicle production increased 4.2 percent in Michigan and increased 1.2 percent nationally. In April, Michigan's car production was 71,866 units while the state's truck production was 132,174 units. Compared with a year ago, car production increased 32 percent in Michigan and increased 5 percent nationwide. The state's truck production decreased 6 percent while national truck production decreased 1 percent from a year ago. Michigan motor vehicle production data are not seasonally adjusted.

### Michigan Motor Vehicle Production





**Summary Estimates of the Constitutional Revenue Limit  
Based on the January 16, 2015 Consensus Revenue Agreement  
(Article IX, Section 26)  
(in millions)**

	<b>Fiscal Year 2012-13 Actual</b>	<b>Fiscal Year 2013-14 Estimate</b>	<b>Fiscal Year 2014-15 Estimate</b>
Applicable Calendar Year Personal Income	\$358,152	\$378,443	\$386,471
Section 26 Base Ratio	9.49%	9.49%	9.49%
Revenue Limit	\$33,988.6	\$35,914.2	\$36,676.1
Revenue Limit	\$33,988.6	\$35,914.2	\$36,676.1
State Revenue Subject to Limit	\$27,441.1	\$27,189.9	\$28,168.3
<b>Amount Under (Over) Limit</b>	<b>\$6,547.6</b>	<b>\$8,724.4</b>	<b>\$8,507.8</b>

Sources:

Personal Income Estimate

The FY 2012-13 calculation uses the official personal income estimate for calendar year 2011 (Survey of Current Business, October 2012).

The FY 2013-14 calculation uses the official personal income estimate for calendar year 2012 (Survey of Current Business, October 2013).

The FY 2014-15 calculation uses the official personal income estimate for calendar year 2013 (Survey of Current Business, October 2014).

Revenue Subject to the Limit

The FY 2012-13 calculation uses the State of Michigan Statement of Revenue Subject to Constitutional Limitation - Legal Basis for the Fiscal Year Ended September 30, 2013.

The FY 2013-14 calculation uses the January 16, 2015 Consensus Revenue Agreement.

The FY 2014-15 calculation uses the January 16, 2015 Consensus Revenue Agreement.

Column detail may not add to totals because of rounding

Prepared By: Office of Revenue and Tax Analysis, Michigan Department of Treasury